



Important Notice about Changes and Updates to Scotia Momentum® Mastercard®* Credit Card Accounts effective April 1, 2020 and May 1, 2020.

Scotiabank is committed to providing a variety of products and services to suit our customers' needs. As such, we regularly review our products and services and adjust their pricing and other terms.

We are making updates to the Scotia Momentum Mastercard Cardholder Agreement (the "Agreement") and other changes that apply to your Scotia Momentum Mastercard Credit Card Account ("Account").

This notice highlights those updates and changes to the Agreement and Disclosure Statement that apply to your Account. Please keep it for reference (a copy is also available at www.scotiabank.com/revolvingcreditagreement).

Updates to your Agreement effective April 1, 2020

- We are making certain updates to the Agreement. A summary of those key updates are described below. A copy of the Agreement effective April 1, 2020 is included with this notice and is also available at: www.scotiabank.com/revolvingcreditagreement.

Changes to Interest Rates and Fees

- Effective April 1, 2020: The preferred annual interest rate on Purchases is increasing from **19.99%** to **20.99%**. The standard annual interest rate on Purchases is not changing. In addition, we are not making changes to the preferred or standard annual interest rates on Cash Advances. See below in this notice for more details.
- Effective May 1, 2020: Certain fees are increasing from **\$3.50** or **\$4.00** (as applicable) to **\$5.00**. The fees that are changing are identified below in more detail in this notice.

Updates to the Agreement: Some key updates we are making include:

- **Acceptance of this Agreement:** We are clarifying in this section where you can find a copy of your Agreement online and that we provide you the Agreement when you open your Account.
- **Definitional changes:** We are updating definitions, including some under the heading "Definitions" including:
 - "Scotiabank", clarifying that it includes our affiliates and subsidiaries.
 - "Disclosure Statement", is being updated to refer to the "initial disclosure statement" (not "initial document statement").
 - "Cash Advances", clarifying that tax payments may or may not always be considered a Cash-Like Transaction. See the sections about Cash Advances in the Agreement.
- **Using your Account:** We are describing in more detail the limits we may set on the Account, including a Cash Advance limit, to help protect you from fraud or for other reasons. See the new section that has been added to the Agreement "Limiting Use or Access to your Account".
- **Your Credit Limit and Not Exceeding your Credit Limit:** We are clarifying that we can reduce your Credit Limit, even to zero. This may occur due to fraud or other reasons.
- **Paying Your Account:** We are updating this section to remind you that the Minimum Payment could change, in particular if you are a Quebec resident, and that you are responsible to ensure we receive the Minimum Payment each month by your Payment Due Date. Remember that depending on the payment method used, it may take a few days for us to receive your payment.
- **Pre-Authorized Debits:** We are adding language to further explain that some recurring bill payments (or other pre-authorized debits) may be treated as a Purchase or Cash Advance (that could depend on the merchant involved). We are also adding information about when we may provide a merchant (that you've established that payment with), with your updated account information.
- **How We Calculate Interest:** We are clarifying that if you pay your Minimum Payment for 12 consecutive months, your interest rates will return to the preferred interest rates that apply to your Account (not "standard" interest rates).
- **Notices/Changes of Information Relating to You:** We are making updates in this section to remind you to keep your contact information with us up to date at all times and the ways you can do that.
- **Changes to this Agreement:** We are updating the list of sections that we can change under the Agreement to reflect the various updates made to the Agreement (including section names).
- **Resolving your Complaints:** We are removing this section from the Agreement because we always include information on our complaints process in the brochure called "*Resolving your Complaint*". A copy of this brochure is also available online at: www.scotiabank.com/content/dam/scotiabank/canada/en/documents/Resolving-Complaint.pdf or by contacting a Scotiabank branch.
- **Governing Law:** We are removing this section from your Agreement because the laws that apply to your Account may depend on various factors including your residency.
- **For Quebec residents only:** Certain mandatory clauses in the Quebec Consumer Protection Act are required to be included in the Agreement. Those now appear under the headings "Default/Collection" and "Languages". Some of these clauses were already included in the Agreement since August 1, 2019 and if you were a Quebec resident since that date, you would have been notified about those clauses in your statement. Please review those sections carefully as we have further updated them since August 1, 2019.

Amendments to Disclosure Statement: Below is a summary of the key changes (underlined for emphasis) to the rates and fees on the Disclosure Statement that applies to your Account on the dates set out below.

Your preferred annual interest rate on Purchases will change effective April 1, 2020 as outlined below:	
Current preferred annual interest rates in effect until March 31, 2020	Changes effective April 1, 2020
<ul style="list-style-type: none"> • Purchases: 19.99% • Cash Advances: 22.99% (includes Balance Transfers, Scotia® Credit Card Cheques and Cash-Like Transactions) 	<ul style="list-style-type: none"> • Purchases: <u>20.99%</u> • Cash Advances: <u>22.99%</u> (includes Balance Transfers, Scotia® Credit Card Cheques and Cash-Like Transactions)
<p>In addition, any standard rates that apply to your Account are also not changing. Your preferred annual interest rates will increase to standard rates of 24.99% on Purchases and 27.99% on Cash Advances if we do not receive your Minimum Payment by the Payment Due Date 2 or more times in any 12 month period. This will take effect on the first day in the third statement period following the missed payment that caused the rates to increase. These standard rates will remain in effect until we receive your Minimum Payment by the Payment Due Date for 12 consecutive months.</p>	
Certain fees are changing effective May 1, 2020 as outlined below:	
Fees in effect until April 30, 2020	Changes effective May 1, 2020
<p>To be charged on the day the transaction occurs (unless otherwise indicated):</p> <p>Cash advance fee for each Cash Advance:</p> <ul style="list-style-type: none"> • processed by us or any financial institution in Canada: \$3.50 • obtained at any of our Automated Banking Machines (ABM) in Canada: \$3.50 • obtained at any non-Scotiabank ABM in Canada displaying the <i>Interac+</i> symbol: \$3.50 • obtained at any ABM outside of Canada: \$7.50 • processed by us or any financial institution outside of Canada: \$7.50 • Cash-Like Transaction fee: \$4.00 • Balance Transfer fee: \$3.50 for each Balance Transfer processed by Scotiabank (for transfers to Scotiabank accounts or to non-financial institutions) <p>Promotional low rate fee: 3% (unless waived or reduced by us in the offer) of the amount of each Transaction under a promotional low rate offer made to you (minimum fee of \$3.50).</p>	<p>To be charged on the day the transaction occurs (unless otherwise indicated):</p> <p>Cash advance fee for each Cash Advance:</p> <ul style="list-style-type: none"> • processed by us or any financial institution in Canada: <u>\$5.00</u> • obtained at any of our Automated Banking Machines (ABM) in Canada: <u>\$5.00</u> • obtained at any non-Scotiabank ABM in Canada displaying the <i>Interac+</i> symbol: <u>\$5.00</u> • obtained at any ABM outside of Canada: \$7.50 • processed by us or any financial institution outside of Canada: \$7.50 • Cash-Like Transaction fee: <u>\$5.00</u> • Balance Transfer fee: <u>\$5.00</u> for each Balance Transfer processed by Scotiabank (for transfers to Scotiabank accounts or to non-financial institutions) <p>Promotional low rate fee: 3% (unless waived or reduced by us in the offer) of the amount of each Transaction under a promotional low rate offer made to you (minimum fee of <u>\$5.00</u>).</p>

The Bank reserves the right to waive any fees or charges in its discretion.

Questions or Concerns? If you have questions or wish to close your Account please contact us. If you have questions or if you do not agree with any of the updates or changes, you must notify us within 30 days of the effective date of each update or change. We can discuss an alternative product for you or we can close your Account (without cost or penalty) and discuss payment options for any outstanding balance on your Account at that time. Please do not hesitate to contact us at 1-888-222-3931 if you have any questions.

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